

OK JMK

B-63-1

24 February 1987

MEMORANDUM FOR: Chief/B&amp;FB/OL

THRU: Executive Officer, OL

FROM: 

Chief, New Building Project Office, OL

SUBJECT: Rt. 123 Funding

1. The FY 1984 Intelligence Authorization Bill authorized the Agency to transfer to the State of Virginia an amount not to exceed \$3.0M for the design and construction of highway improvements associated with construction at the Headquarters compound. To date, we have the following actual and anticipated costs to be charged to the NBPO construction budget for this effort:

a.	\$37,069.24	transferred August 1985 (Billing No. 1)
b.	190,000.00	transferred September 1985 (Billing No. 2)
c.	25,694.11	obligated February 1987 for Billing No. 3
d.	32,737.77	due on Billing No. 4 (Feb 87)
e.	2,661,276.00	obligated for construction (Jan 87)
f.	12,000.00	request for additional services (Jan 87)
	<u>\$2,958,777.12</u>	Total known required funds as of 18 Feb 87

2. In addition to the costs noted above, \$109,000 of NBPO support budget funds were transferred to the State of Virginia for preliminary design services prior to the FY 1984 Authorization Bill.

3. The \$2,661,276 requested by the State for construction includes 15.8 percent over the base bid "to accommodate engineering and contingencies." We have no specific reason at this time to expect that we will have to incur additional expenses for this project. However, we believe we are too close to the \$3M ceiling to ignore the possibility that we may need to exceed the ceiling. We note that the restriction imposed on us pertains to the FY 84 authorization; we are not aware of any such restriction in our construction funds authorized in FY 85. Can we exceed the \$3M restriction by using construction funds authorized in FY 85? If not, we recommend that action be taken at this time to alert Congress (specifically the House) and obtain approval to exceed the ceiling, if necessary, by an amount not to exceed \$200K. These funds are available in the NBPO Construction Budget.

OL/NBPO  24Feb87

Orig - Adse

1 - OL/NBPO Subject

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1 - OL Files

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